

Private Prisons

STARS Number & Budget Unit: 230 CCAM

Bill Number & Chapter: H595 (Ch.222), S1508 (Ch.346)

PROGRAM DESCRIPTION: The Idaho Correctional Center opened in July 2000 as the first state-owned, privately run facility. It was built on state property by the Corrections Corp. of America (CCA) and is currently run by CCA. It houses medium and minimum custody male offenders. The safe operating capacity at the privately run prison is 1,514.

DIVISION SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
General	21,524,500	21,417,800	28,504,000	26,797,900	26,797,900	25,784,800
Dedicated	404,000	0	336,700	0	0	0
Total:	21,928,500	21,417,800	28,840,700	26,797,900	26,797,900	25,784,800
Percent Change:		(2.3%)	34.7%	(7.1%)	(7.1%)	(10.6%)
BY EXPENDITURE CLASSIFICATION						
Operating Expenditures	21,928,500	21,417,800	24,336,700	26,477,100	26,477,100	25,488,000
Capital Outlay	0	0	4,504,000	320,800	320,800	296,800
Total:	21,928,500	21,417,800	28,840,700	26,797,900	26,797,900	25,784,800

DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total
FY 2008 Original Appropriation	0.00	23,721,800	404,000	0	24,125,800
Reappropriation	0.00	106,700	0	0	106,700
1. PIE Conversion (S1508)	0.00	4,675,500	(67,300)	0	4,608,200
FY 2008 Total Appropriation	0.00	28,504,000	336,700	0	28,840,700
Non-Cognizable Funds and Transfers	0.00	(106,700)	0	0	(106,700)
FY 2008 Estimated Expenditures	0.00	28,397,300	336,700	0	28,734,000
Removal of One-Time Expenditures	0.00	(4,743,100)	0	0	(4,743,100)
Base Adjustments	0.00	0	67,300	0	67,300
FY 2009 Base	0.00	23,654,200	404,000	0	24,058,200
Inflationary Adjustments	0.00	709,600	0	0	709,600
FY 2009 Maintenance (MCO)	0.00	24,363,800	404,000	0	24,767,800
1. PIE Conversion (S1508)	0.00	1,421,000	(404,000)	0	1,017,000
FY 2009 Total Appropriation	0.00	25,784,800	0	0	25,784,800
% Change From FY 2008 Original Approp.	0.0%	8.7%	(100.0%)	0.0%	6.9%
% Change From FY 2008 Total Approp.	0.0%	(9.5%)	(100.0%)	0.0%	(10.6%)

SUPPLEMENTALS: S1508 appropriated \$4,608,200 for FY 2008 to convert a state-owned 42,000 square warehouse into a 304 minimum custody housing unit. The building is part of the Idaho Correctional Center complex, which is operated by the Corrections Corporation of America (CCA). It currently houses Private Industry Enhancement projects, better known as PIE. The goal of PIE was to produce revenue and provide jobs to inmates at the private prison, but that was never accomplished. The addition of 304 beds at this facility will make it possible for the department to keep offenders in Idaho, close to their family support, and provide more beds for therapeutic community treatment. The bill also appropriated \$1,017,000 for FY 2009 to cover facility supplies and equipment (Line item 1). The two-year fiscal impact of this piece of legislation is an increase of \$6,096,500 from the General Fund, and a reduction of \$471,300 from dedicated funds for a total of \$5,625,200. The reduction in dedicated funds is required due to a loss in PIE revenue and penalty fees as a result of making this conversion, and is replaced with General Funds. In addition, intent language authorized the department to transfer any unobligated General Funds appropriated to the Department of Correction for fiscal year 2008, to the Idaho State Building Authority for aiding in the conversion of this facility, as needed.

APPROPRIATION HIGHLIGHTS: Inflationary adjustments reflect a 3% per diem increase for offenders housed at the private prison as required under contract.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0001-00 General	0.00	0	24,363,800	0	0	0	24,363,800
OT G 0001-00 General	0.00	0	1,124,200	296,800	0	0	1,421,000
Totals:	0.00	0	25,488,000	296,800	0	0	25,784,800